

File: 5/03/072
Lynn

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
1594 West North Temple - Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
Telephone: (801) 538-5291
Fax: (801) 359-3940

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DIV. OF OIL, GAS & MINING

ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I. General Information

1. Report Time Period: From (mo./yr.) 1-05 To (mo./yr.) 12-05
 2. DOGM File Number (Mine No): 5030072
 3. Mine Name: GREEN BEETLE QUARTZITE TRACT
 4. Mineral(s) Mined (or permitted to mine): QUARTZITE STONE SLABS
 5. Type of mine: Surface Mine or Underground Mine
 6. Legal Description (Location of Lands Affected):
SE 1/4, SE 1/4, X 1/4, Section 36, Township 11N, Range 16W
W 1/2 SE 1/4, ___ 1/4, Section ____, Township ____, Range ____
___ 1/4, ___ 1/4, ___ 1/4, Section ____, Township ____, Range ____
 7. Name of Operator or Company: OAKLEY MOUNTAIN CORP.
 8. Permanent Street Address: 1729 S. HWY 27 (PO Box 27)
City, State, Zip: OAKLEY ID 83346
Phone: 208-862-3820 Fax: 208-862-7812 E-mail: VOK@SAFE.LINK.NET
 9. Company Representative (or designated operator):
Name: MITCH JOHNSON
Title: PRODUCTION MANAGER
Business Address: 1729 S. HWY 27
City, State, Zip: OAKLEY ID 83346
Phone: 208-862-3820 Fax: 208-862-7812 E-mail: VOK@SAFE.LINK.NET
- Please check if any of the above information has changed since previous year.

II. Mining and Reclamation

1. Was there any mine related activity during the past year? Yes No
2. If no - what was the last year of activity? 2004

3. Report the gross amount of ore mined and waste moved, as well as the arrangement, positioning, or distribution of the material. N/A
4. Briefly describe the type of work performed, during the past year. N/A
5. How much **new or additional acreage** was disturbed during the past year? N/A
6. How much acreage was **reclaimed** during the past year? N/A
7. Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results. (Submit form MR-SITE for an application for full or partial bond/site release). N/A
8. What is the **total** disturbed acreage of entire project at years end? N/A
9. Briefly summarize any mining and/or reclamation plans for the upcoming year.
MINING WILL COMMENCE APPROX 5-06
ON 1.1 ACRES DISTURBED BY PREVIOUS
OPERATOR, WE WILL RECLAIMATE AS WE PROCEED
INTO DISTURBED AREA.
10. The operator shall keep and maintain timely records relating to his performance under the Act, and shall make these records available to the Division upon request.

NOTE: Section III., "Additional Information" applies only to large mining operations.

III. Additional Information - R647-4-121.2

1. **Include an updated map depicting surface disturbance and reclamation performed during the year**, prepared in accordance with Rule R647-4-105.

IV. Signature Requirement

I hereby certify that the foregoing is true and correct.

Name (Typed or Print): MITCH JOHNSON
 Title of Operator: PRODUCTION MANAGER
 Signature of Operator: [Signature]
 Date: 1-16-06